

ITEM # _____
FISCAL IMPACT: Income matching bond
payment
FUNDING SOURCE: _____

ISSUE:

A resolution approving a Sublease Agreement with Hale Centre Theatre for the use of the community theater facility owned by the West Valley City Building Authority and leased by the City.

SYNOPSIS:

This Sublease Agreement replaces the Sublease Agreement entered into between the City and the Hale Centre Theatre in 1997. The replacement was necessary to reflect update the provisions of the original agreement. Changes include the elimination of those sections relating to the use of the theater by the City during the 2002 Winter Olympics, changes in the payment schedule so that the payments match the bond payments due under the 2007 refunding of the original bond, and the termination date of the first term of the agreement and the start of the first renewal period have been changed to match the end of the bond payments due on the theater.

BACKGROUND:

The Hale Centre Theatre has occupied the City's community theater facility since it was constructed in 1997 and provides a wide variety of live entertainment that benefits both the residents of the City and the rest of Utah. The bonds which were issued to construct the theater were refunded in 2007 and the payment schedule changed. The new Sublease reflects that payment schedule and adjusts Hales payment and the Sublease term to match the bond payments.

RECOMMENDATION:

It is recommended that the City Council approve this resolution.